STATE OF OREGON

COUNTY OF CROOK

PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO

G I RANCH CORP.; WILLIAM L. SMITH 15 SW COLORADO AVE STE A BEND, OREGON 97702

(541) 382-6691

This superseding permit is issued to describe an amendment for a change in place of use and a change in point of appropriation proposed under Permit Amendment Application T-11723 and approved by Special Order Vol. 92, Page 397, entered MAU 12, 2014, and to describe an extension of time for complete application of water approved October 8, 2013. This permit supersedes Permit G-15068.

The specific limits and conditions of the use are listed below.

APPLICATION FILE NUMBER: G-15223

SOURCE OF WATER: A WELL IN LONG CANYON BASIN

PURPOSE OR USE: IRRIGATION OF 280.0 ACRES

MAXIMUM RATE: 3.5 CUBIC FEET PER SECOND

PERIOD OF USE: MARCH 1 THROUGH OCTOBER 31

DATE OF PRIORITY: SEPTEMBER 25, 2000

WELL LOCATIONS:

Twp	Rng	Mer	Sec	Q-Q	Measured Distances
20 S	22 E	WM	27	NW SE	WELL F-6 - 850 FEET SOUTH AND 1540 FEET WEST FROM THE E¼ CORNER OF SECTION 27
20 S	22 E	WM	33	SE SE	WELL F-3 - 550 FEET NORTH AND 50 FEET WEST FROM THE SE CORNER OF SECTION 33

The amount of water used for irrigation under this right, together with the amount secured under any other right existing for the same lands, is limited to a diversion of ONE-EIGHTIETH of one cubic foot per second (or its equivalent) and 3.0 acre-feet for each acre irrigated during the irrigation season of each year.

THE PLACE OF USE IS LOCATED AS FOLLOWS:

WELL F-3									
IRRIGATION									
Twp	Rng	Mer	Sec	Q-Q	GLot	DLC	Acres		
20 S	22 E	WM	33	NE SW			15.5		
20 S	22 E	WM	33	SE SW			32.0		
20 S	22 E	WM	33	NE SE			18.4		
20 S	22 E	WM	33	NW SE			33.7		
20 S	22 E	WM	33	SW SE			40.0		
20 S	22 E	WM	33	SE SE			35.0		
21 S	22 E	WM	4	NE NE	1		23.2		
21 S	22 E	WM	4	NW NE	2		29.0		
21 S	22 E	WM	4	NE NW	3		12.2		
					7	TOTAL	239.0		

WELL F-6									
IRRIGATION									
Twp	Rng	Mer	Sec	Q-Q	GLot	DLC	Acres		
20 S	22 E	WM	26	SW NW			9.5		
20 S	22 E	WM	26	NW SW			16.6		
20 S	22 E	WM	27	SE NE			5.7		
20 S	22 E	WM	27	NE SE			9.2		
					-	ΓΟΤΑL	41.0		

Permit Amendment T-11723 Conditions:

The quantity of water diverted at the new point of appropriation, Well F-6, shall not exceed the quantity of water lawfully available at the original point of appropriation, Well F-3.

Water use measurement conditions:

- a. Before water use may begin under this order, the water user shall install totalizing flow meters, or, with prior approval of the Director, another suitable measuring device at each point of appropriation (new and existing).
- b. The water user shall maintain the meter(s) or measuring device(s) in good working order.
- c. The water user shall allow the Watermaster access to the meter(s) or measuring device(s); provided however, where the meter(s) or measuring device(s) are located within a private structure, the Watermaster shall request access upon reasonable notice.

Water shall be acquired from the same aquifer as the original point of appropriation.

The former place of use shall no longer be irrigated as part of this permit.

Measurement, recording and reporting conditions:

- A. Before water use may begin under this permit, the permittee shall install a meter or other suitable measuring device as approved by the Director. The permittee shall maintain the meter or measuring device in good working order, shall keep a complete record of the amount of water used each month and shall submit a report which includes the recorded water use measurements to the Department annually or more frequently as may be required by the Director. Further, the Director may require the permittee to report general water use information, including the place and nature of use of water under the permit.
- B. The permittee shall allow the watermaster access to the meter or measuring device; provided however, where the meter or measuring device is located within a private structure, the watermaster shall request access upon reasonable notice.

Use of water under authority of this permit may be regulated if analysis of data available after the permit is issued discloses that the appropriation will measurably reduce the surface water flows necessary to maintain the free-flowing character of a scenic waterway in quantities necessary for recreation, fish and wildlife in effect as of the priority date of the right or as those quantities may be subsequently reduced.

STANDARD CONDITIONS

If substantial interference with a senior water right occurs due to withdrawal of water from any well listed on this permit, then use of water from the well(s) shall be discontinued or reduced and/or the schedule of withdrawal shall be regulated until or unless the Department approves or implements an alternative administrative action to mitigate the interference. The Department encourages junior and senior appropriators to jointly develop plans to mitigate interferences.

The wells shall be constructed in accordance with the General Standards for the Construction and Maintenance of Water Wells in Oregon. The works shall be equipped with a usable access port, and may also include an air line and pressure gauge adequate to determine water level elevation in the well at all times.

The use shall conform to such reasonable rotation system as may be ordered by the proper state officer.

Prior to receiving a certificate of water right, the permit holder shall submit the results of a pump test meeting the department's standards, to the Water Resources Department. The Director may require water level or pump test results every ten years thereafter.

Failure to comply with any of the provisions of this permit may result in action including, but not limited to, restrictions on the use, civil penalties, or cancellation of the permit.

This permit is for the beneficial use of water without waste. The water user is advised that new regulations may require the use of best practical technologies or conservation practices to achieve this end.

By law, the land use associated with this water use must be in compliance with statewide land-use goals and any local acknowledged land-use plan.

The use of water shall be limited when it interferes with any prior surface or ground water rights.

The Director finds that the proposed use(s) of water described by this permit, as conditioned, will not impair or be detrimental to the public interest.

Complete application of the water to the use shall be made on or before October 1, 2014. If the water is not completely applied before this date, and the permittee wishes to continue development under the permit, the permittee must submit an application for extension of time, which may be approved based upon the merit of the application.

Within one year after complete application of water to the proposed use, the permittee shall submit a claim of beneficial use, which includes a map and report, prepared by a Certified Water Rights Examiner (CWRE).

Issued May 12, 2014

Dwight French, Water Right Services Administrator, for

PHILLIP C/WARD, DIRECTOR

NOTE: Pursuant to ORS 537.330, in any transaction for the conveyance of real estate that includes any portion of the lands described in this permit, the seller of the real estate shall, upon accepting an offer to purchase that real estate, also inform the purchaser in writing whether any permit, transfer approval order, or certificate evidencing the water right is available and that the seller will deliver any permit, transfer approval order or certificate to the purchaser at closing, if the permit, transfer approval order or certificate is available.